



K16U 2452

Reg. No. :

Name :

I Semester B.A. Degree (C.C.S.S. – Reg./Supple./Improv.)
Examination, November 2016
CORE COURSE IN ECONOMICS/DEVELOPMENT ECONOMICS
1B01 ECO : Micro Economic Analysis – I
(2014 Admn. Onwards)

Time : 3 Hours

Total Marks : 40

PART – A

(Answer **all** questions. **Each** carries **one** mark).

1. What is Law of Production ?
2. State Water-Diamond paradox.
3. What is MRTS ?
4. What is opportunity cost ?

(1×4=4)

PART – B

(Answer **any seven** questions. **Each** carries **two** marks).

5. Explain market economy and role of price mechanism.
6. Why demand curve slopes downward ?
7. What is cardinal utility approach to consumer choice ?
8. Explain the concept of equi-marginal utility.
9. Distinguish total revenue and marginal revenue.
10. Explain PCC and price elasticity of demand.
11. Explain the properties of indifference curve.

P.T.O.



12. Explain the concepts of cost.
13. What is production function with two variable factors ?
14. Explain consumer surplus.

(7×2=14)

PART – C

(Answer **any four** questions. **Each** carries **three** marks).

15. What is demand function ? Explain shifts in demand.
16. Explain isoquants and indifference curves.
17. Explain derivation of demand curve from indifference curve.
18. Explain economic problem, scarcity and choice.
19. What are the limitations of traditional theories of consumer choice ?
20. Explain revealed preference theory of demand.

(4×3=12)

PART – D

(Answer **any two** questions. **Each** carries **five** marks).

21. Explain law of variable proportion and laws of returns to scale.
22. Critically evaluate the concept of consumer surplus.
23. Explain the central problems of the economy. How the central problems solved ?
24. Explain Marshall's cardinal utility analysis.

(2×5=10)